AN ORDINANCE 96935

AUTHORIZING THE CITY MANAGER, OR HER DESIGNEE, TO PURCHASE EXCESS LIABILITY AND EXCESS WORKERS' COMPENSATION INSURANCE, AS A PACKAGE POLICY, FOR THE CITY OF SAN ANTONIO FROM NORTH RIVER INSURANCE COMPANY, THROUGH MCGRIFF, SEIBELS & WILLIAMS OF TEXAS, INC., THE CITY'S BROKER OF RECORD, FOR A ONE-YEAR PERIOD BEGINNING DECEMBER 31, 2002 AND EXPIRING ON DECEMBER 31, 2003, AT AN ANNUAL PREMIUM OF \$649,750.00.

* * * * *

WHEREAS, Excess Liability Insurance provides coverage to the City for covered claims involving commercial general liability, automobile liability, incidental medical malpractice, personal injury, police and professional liability, and employee benefits liability insurance; and

WHEREAS, Excess Workers' Compensation Insurance provides protection to the City from catastrophic claims resulting from occupational injuries, illnesses, or diseases; and

WHEREAS, Ordinance No. 95098, passed and approved on December 20, 2001, authorized the purchase of Excess Liability and Excess Workers' Compensation Insurance, and this Ordinance will approve continuance of this type of insurance protection for the City of San Antonio; and

WHEREAS, through McGriff, Seibels & Williams of Texas, Inc., the City's Broker of Record, a competitive process, as well as marketing activities, were used to secure a provider of said insurance; and

WHEREAS, the Risk Management Division and the City's Broker of Record evaluated the proposals solicited for these types of coverages and recommend the purchase of Excess Liability and Excess Workers' Compensation Insurance from North River Insurance Company, with an annual premium totaling \$649,750.00 for both coverages; NOW THEREFORE:

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, or her designee, is hereby authorized to purchase from McGriff, Seibels & Williams of Texas, Inc., the City's Broker of Record, Excess Liability and Excess Workers' Compensation Insurance from North River Insurance Company for a one-year period beginning December 31, 2002, and ending December 31, 2003, at a cost of \$649,750.00. Excess Liability Insurance provides coverages to the City for

covered claims involving commercial general liability, automobile liability, incidental medical malpractice, personal injury, police and professional liability, and employee benefits liability insurance, and Excess Workers' Compensation Insurance provides protection to the City from catastrophic claims resulting from occupational injuries, illnesses, or diseases. This insurance provides coverage to the City with a policy limit of \$4,500,000.

SECTION 2. The amount of \$649,750.00 is hereby authorized to be encumbered and paid to North River Insurance Company through McGriff, Seibels & Williams of Texas, Inc., the City's Broker of Record, for the purchase of Excess Liability and Workers' Compensation Insurance for a coverage period from December 31, 2002 to December 31, 2003. The total amount of \$649,750.00 will be paid from the Insurance Reserve Fund (75-001), Index Code 500546 (\$406,800.00) and the Workers' Compensation Fund (75-003), Index Code 433391 (\$242,950.00).

SECTION 3. The financial allocations in this Ordinance are subject to approval by the Director of Finance. The Director may, subject to concurrence by the City Manager, or her designee, correct allocation to specific Index Code and Fund Numbers as necessary to carry out the purpose of this Ordinance.

SECTION 4. This ordinance shall be effective on the tenth day from passage hereof.

PASSED AND APPROVED this 19th day of December, 2002.

EDWARD D. GARZA

APPROVED AS TO FORM: M. Symulationey